#### III. CALIFORNIA TRAINING BENEFITS

The California Training Benefits (CTB) program allows unemployment insurance (UI) claimants who lack competitive job skills to continue to receive UI benefits while attending approved training. With CTB the traditional role of UI changes, from that of (temporary) financial support while the claimant looks for work, to one of assisting the claimant in training in a demand occupation likely to lead to full employment.

Many participants in the CTB program, especially those enrolled in training authorized by the Job Training Partnership Act (JTPA) or the federal Trade Act of 1974, previously held jobs in occupations that were no longer in demand or had become obsolete. The CTB program offers these individuals an opportunity to "start over" in a new occupation with a promising future. In these cases, the goal of the CTB program is to replace as much of their pre-program earnings as possible. The Employment Development Department (EDD), which administers the CTB program, works with local Service Delivery Areas (SDAs), Private Industry Councils (PICs), the Employment Training Panel (ETP) staff and contractors, and UI claimants themselves to assist eligible UI claimants to participate in job training programs.

#### A. DELIVERY SYSTEM

The training benefits are coordinated through EDD Unemployment Insurance Call Centers located statewide. Applicants for CTB contact EDD and request a "determination of eligibility" which is scheduled if the applicant is within two weeks of the beginning of training. Applicants are found eligible by either of two criteria:

- 1. Automatic Director's Approval If the instruction has the approval of the Job Training Partnership Act (JTPA), ETP, California Work Opportunity and Responsibility to Kids (CalWORKs), or Trade Adjustment Assistance, it receives automatic Director's approval.
- 2. Other than Automatic Director's Approval If the applicant secures training on his or her own, which meets the criteria of Section 1269(d) of the Unemployment Insurance Code.

CTB usually involves skills- and/or employment-based training in a classroom setting, though some unpaid on-the-job training is also approved.

During the State Fiscal Year (SFY) 1996-97, a total of 38,130 individuals applied for the CTB program, with 30,435 being determined eligible. Of those eligible, 19,209 individuals actually began participating in approved training during the SFY 1996-97. In addition, 35,229 individuals began participating in approved training prior to July 1 1996, and continued participating during SFY 1996-97.

#### B. PARTICIPANT CHARACTERISTICS

Participating programs were asked to provide data to the PBA system on those participants whose date of program departure was between July 1, 1996 and June 30, 1997 (defined as the 1996-97 cohort). For the 1996-97 cohort, CTB provided information on claimants who

participated in and completed a CTB-approved training program in that fiscal year. Thus all CTB participants were defined as "completers." Note that since some CTB participants received services from JTPA and other program providers, it is possible that some would be defined as "leavers" by other programs. CTB itself does not maintain data for program leavers.

Each program included in these reports provided a data file on their participants for inclusion in the 1996-97 cohort. The individual participant records, as defined by unique Social Security Number, were examined with a series of internal and external validity checks (described in Chapter I). Some of the records that were initially submitted were removed as part of this process. The final 1996-97 cohort is shown in the right column of the table below.

TABLE III-1 CALIFORNIA TRAINING BENEFITS 1996-97 COHORT

<b>Unique Social Security</b>	SSNs Remo	oved Due to:	Final CTB Cohort
Numbers (SSNs)	<b>Internal Checks</b>	<b>External Checks</b>	
22,144	-491	-21	21,632

The demographic characteristics of CTB's 1996-97 cohort are presented in the tables on the following page. In reviewing these tables, please keep the following in mind:

- The percentages may not add exactly to 100 due to the suppression of results based on four or fewer, including zero, records (as indicated by asterisks \*\*) for confidentiality reasons.
- The percentages are based on the number of participant records with data for a given demographic characteristic. Therefore subgroup sizes (n) vary slightly among tables.
- Age was calculated from the reported date of birth to July 1, 1996 (the beginning of the cohort).
- The PBA system defined a set of standard data elements that were desired from all participating programs. Data that were not collected by a program's data systems in 1996-97, or were not provided to the PBA system, are noted by "NOT REPORTED."

#### **Unique Characteristics of the 1996-97 CTB Cohort**

The CTB cohort was less economically disadvantaged (only 0.3 percent) in comparison to participant in other programs. This is appropriate given that the majority of CTB claimants would have been working prior to their participation in a CTB-sponsored program.

#### TABLE III-2 CTB 1996-97 COHORT DEMOGRAPHIC PROFILE

	<b>AGE</b> (n=21,334)		<b>GENDER</b> (n=21,436)		<b>ETHNICITY</b> (n=19,959)	
Category	Percent	Category		Percent	Category	Percent
<18	0.1	Female		53.1	Asian	5.9
18-24	8.7	Male		46.9	Black	11.3
25-39	41.6				Filipino	3.1
40-54	39.0				Hispanic	31.6
55-64	9.6				Native American	0.8
65+	1.0				White	47.3
					Other	*.*

DISABILI	TY STATUS	ECONO	OMICALLY	DISLOCATED WORKER			
(n=2	20,381)	DISAD	<b>VANTAGED</b>	(n=21,632)			
		(n=	=21,632)				
Category	Percent	Category	Percent	Category	Percent		
Yes	1.5	Yes	0.3	Yes	2.1		
No	98.5	No	99.7	No	97.9		

	PLACED EMAKER		<b>VETERAN</b> (n=21,632)	BASIC SKILLS DEFICIENT		
Category	Percent	Category	Percent	Category	Percent	
Yes	DATA NOT	Yes	1.3	Yes	DATA NOT	
No	REPORTED	No	98.7	No	REPORTED	

	LIMITED E			DUCATION	NON-TRADITIONAL			
PROFICIENCY			ATTAL	NMENT	TRAINING			
(	Category	Percent	Category	Percent	Category	Percent		
7	l'es	DATA NOT	<high school<="" th=""><th>DATA NOT</th><th>Yes</th><th>DATA NOT</th></high>	DATA NOT	Yes	DATA NOT		
N	No	REPORTED	High School	REPORTED	No	REPORTED		
			Graduate					
			13-15 Yrs					
			Asso. Degree					
			16 or more Yrs					

#### C. TRAINING/SERVICES PROVIDED

CTB did not provide data regarding the type of training or services received by program participants. CTB maintains information regarding occupational training, but this information was not available in electronic form.

#### D. PERFORMANCE MEASURES

This section presents the program-wide summary of the 1996-97 CTB cohort for each of the performance measures adopted by the PBA Committee. These measures are summarized in Chapter I and are described in detail in Appendix A.

The 1996-97 CTB cohort included 5 individuals (less than one percent of the total cohort) whose program start date was before January 1, 1989. Because of their early start date, no before program participation wage or UI data was obtained for these persons. In the measures presented below, these individuals appear in the "Not Found" before program participation category. It should also be noted that many of CTB's program participants were served by other programs in the PBA system, as may be seen from the Technical Appendix.

#### EMPLOYMENT RATE MEASURES

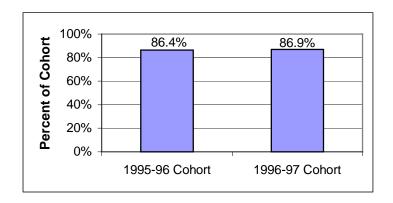
There are two measures of employment rate presented in this second year report:

- Measure 1 Employment Rate: First Year After Program Participation, which is the found employed rate in the <u>first</u> year after program participation; and,
- Measure 2 Employment Rate: Second Year After Program Participation, which is the found employed rate for prior year's cohorts in their <u>second</u> year after program participation.

#### Measure 1 Employment Rate: First Year After Program Participation

Of the 1996-97 California Training Benefits cohort, 86.9 percent were found in California Unemployment Insurance (UI)-covered employment in the <u>first</u> year after program participation. As summarized in **Figure III-1**, this employment rate in the <u>first</u> year after program participation for the 1996-97 CTB cohort was comparable to the rate of 86.4 percent in the <u>first</u> year after program participation for the 1995-96 cohort.

#### FIGURE III-1 EMPLOYMENT RATE: FIRST YEAR AFTER PROGRAM PARTICIPATION



**Table III-3** presents the cumulative percent of both the current and prior year's cohorts that were found in California UI-covered employment in one, two, three, or all four quarters in the <u>first</u> year after program participation. In this second year of the PBA system, two additional employment databases were used to augment the found employed rate: U.S. Department of Defense's (DOD's) Active Duty Military Master File and U.S. Office of Personnel Management's (OPM's) Central Personnel Data Files. The bottom row of Table III-3 presents the total of the 1996-97 program cohort found employed in all employment sources.

Note that in this and all subsequent tables, percentages referred to in the text or summary figures are shown in bold, and invalid cells are indicated by diagonal lines.

TABLE III-3
MEASURE 1 EMPLOYMENT RATE: FIRST YEAR AFTER PROGRAM
PARTICIPATION<sup>1</sup>

	1995-96 C	ohort	1996-97 C	ohort
Number of Quarters Found After Program Participation	Number of Participants	Percent of Total	Number of Participants	Percent of Total
<b>Four</b> quarters (all four quarters after program participation)	12,313	56.0%	11,906	55.0%
<b>Three</b> quarters (any three of four quarters after program participation)	3,251	14.8	3,348	15.5
<b>Two</b> quarters (any two of four quarters after program participation)	1,979	9.0	2,095	9.7
One quarter (any one of four quarters after program participation)	1,438	6.5	1,439	6.7
EMPLOYED IN CA UI-COVEREDEMPLOYMENT <sup>2</sup>	18,981	86.4%	18,788	86.9%
TOTAL FOUND IN ALL EMPLOYMENT SOURCES			18,837	87.1%

<sup>1</sup> The California Unemployment Insurance (UI) and Base Wage databases do not include federal employees, self-employed individuals, certain public officials, some family and household domestic workers, workers while on strike, or persons not in the workforce.

**Table III-4** presents the percent of the 1996-97 CTB program cohort that were found in each of the three employment sources reviewed. Less than one percent (0.1 percent) of the 1996-97 cohort was found in the DOD active duty employment database. Another 0.8 percent was found in OPM's employment database after program participation. Note that an individual participant could be found in more than one database, so the numbers in this table could represent a duplicative count.

TABLE III-4
PERCENT FOUND IN EACH EMPLOYMENT SOURCE THE FIRST YEAR AFTER
PROGRAM PARTICIPATION
1996-97 CTB COHORT

	Number of	Percent of
Source of Employment Data	<b>Participants</b>	Total
California Employment Development Department-	18,788	86.9
Base Wage Files		
U.S. Department of Defense - Active Duty Military	29	0.1
U.S. Office of Personnel Management	168	0.8

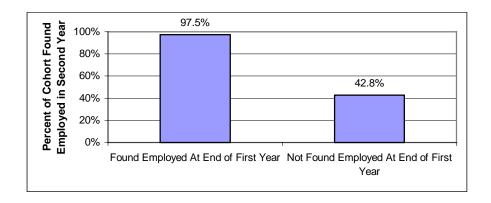
#### Measure 2 Employment Rate: Second Year After Program Participation

For this second year of the PBA system, Measure 2 Employment Rate examined employment in the <u>second</u> year after program participation for the 1995-96 CTB cohort.

The 1995-96 program cohort was divided into two groups depending on whether they were, or were not, found employed at the end of the <u>first</u> year after program participation (found in the fourth quarter, or +Q4). Note that the employment could be with any employer and was not restricted to the same employer as at the end of the <u>first</u> year.

As shown in **Figure III-2**, the majority (97.5 percent) of those who were employed at the end of the <u>first</u> year after their program participation continued to be employed in the <u>second</u> year.

FIGURE III-2 EMPLOYMENT RATE: SECOND YEAR AFTER PROGRAM PARTICIPATION 1995-96 CTB COHORT



**Table III-5** presents the detail for Measure 2 Employment Rate: Second Year After Program Participation for the 1995-96 CTB cohort. As shown in the table, 83.4 percent were found in CA UI-covered employment all or part of the <u>second</u> year after program participation. This represents a decline of 3.0 percent in the overall found employed rate of 86.4 for this same cohort during the <u>first</u> year after program participation (shown in Table III-4).

TABLE III-5 MEASURE 2 EMPLOYMENT RATE: SECOND YEAR AFTER PROGRAM PARTICIPATION, 1995-96 CTB COHORT

First Year A	ne End of the After Program Ition (+Q4)	Second Year After Program Participation							
Status	Number of Participants	Found Employed All 4 Quarters		Found E Less T Quar	han 4	Found E in Any (		Not Found	
		Number	Percent	Number	Percent	Number	Percent	Number	Percent
Found Employed	16,305	12,836	78.7%	3,064	18.8%	15,900	97.5%	405	2.5%
Not Found Employed	5,675	768	13.5%	1,661	29.3%	2,429	42.8%	3,246	57.2%
Total	21,980	13,604	61.9%	4,725	21.5%	18,329	83.4%	3,651	16.6%

#### **EARNINGS MEASURES**

There are two measures of earnings:

- Measure 3 Earnings: Before and First Year After Program Participation, which examines the change in earnings from the year before program participation to the <u>first</u> year after program participation; and,
- Measure 4 Earnings: First and Second Year After Program Participation, which examines the earnings change from the <u>first</u> to the <u>second</u> year after program participation.

Note that all earnings in this report are adjusted to 1995 constant dollars, to permit meaningful comparisons from before to after program participation.

#### Measure 3 Earnings: Before and First Year After Program Participation

The operational definition of Measure 3, Earnings Before and After Program Participation, was changed between the first and second years of the PBA system. In this second year, the measure is designed to include information about all members of a cohort, both before and after program participation. This was accomplished by first dividing all members of a program cohort into one of four groups, depending on the amount of their earnings before program participation. Each of the before groups was then classified into four non-discrete (overlapping) sets, based on whether the participants were found employed and, if so, the number of quarters for which earnings were found in the first four quarters after program participation.

The four before program participation groups were:

- 1. Earnings Greater Than or Equal to Annual Minimum Wage Before: Individuals earning greater than or equal to the minimum wage in the year (four quarters) before program participation;
- 2. Earnings Less Than Annual Minimum Wage Before: Individuals earning less than full-time at minimum wage but greater than or equal to \$1 in the year (four quarters) before program participation;
- 3. Found in CA, Zero Earnings Before: Individuals found receiving UI, or eligible for AFDC or SSI/SSP, in the year before program participation, but with zero earnings in the year (four quarters); or,
- 4. Not Found in CA Before: Individuals not found in the California UI, Base Wage, or eligibility for AFDC or SSI/SSP, databases in the year (four quarters) before program participation.

The after program participation sets were:

- 1. Earnings All Four Quarters After: Individuals with earnings greater than \$1 in each of four quarters of the <u>first</u> year after program participation;
- 2. Earnings Any of the Four Quarters After: Individuals with earnings greater than \$1 in any one, two, three or four quarters of the <u>first</u> year after program participation (note that this also includes the Earnings All Four Quarters After set);
- 3. Found in CA, Zero Earnings All Four Quarters After: Individuals with no earnings (or total earnings less than \$1 in CA Base Wage file), but found receiving UI, or eligible for AFDC, or SSI/SSP in any quarter in the <u>first</u> year after program participation; or,
- 4. Not Found in CA After: Individuals not found in the California UI, Base Wage, or eligibility for AFDC or SSI/SSP, databases in the year (four quarters) after program participation.

**Figure III-3** presents a summary of Measure 3, focusing on the change in Earnings Any of the Four Quarters from before to the <u>first</u> year after program participation for the following three groups:

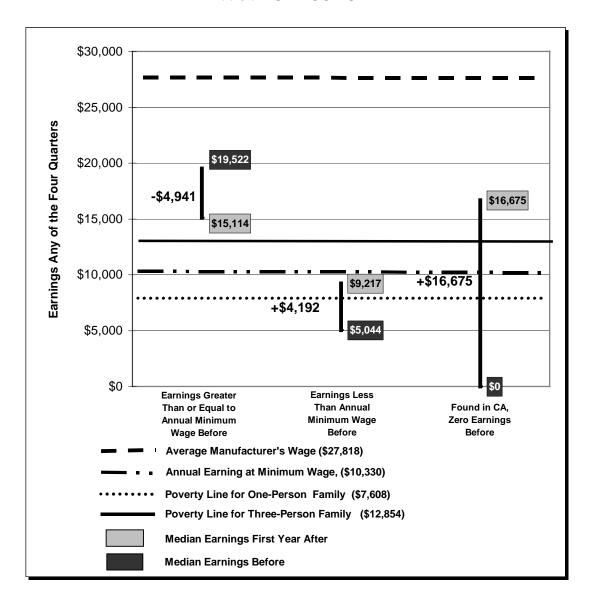
- Earnings Greater Than or Equal to Annual Minimum Wage Before;
- Earnings Less Than Annual Minimum Wage Before; and,
- Found in CA, Zero Earnings Before.

No earnings change can be calculated for the Not Found in CA Before group.

The Earnings Any of the Four Quarters After are presented benchmarked against four comparison earnings rates (described in Appendix A, Technical Appendices):

- Average annual wages for total manufacturing in California;
- California's minimum wage annual equivalent;
- The federal poverty guideline for a three-person family; and,
- The federal poverty guideline for a one-person family.

## FIGURE III-3 MEASURE 3 EARNINGS<sup>3</sup>: BEFORE AND FIRST YEAR AFTER PROGRAM PARTICIPATION 1996-97 CTB COHORT



<sup>&</sup>lt;sup>3</sup> All earnings are annual and adjusted to 1995 constant dollars to provide comparison across years, using California Department of Finance Consumer Price Index.

Measure 3 Earnings results are presented in two separate sets of tables. **Table III-6** presents the earnings for all four before program participation groups, and for the following three after program participation sets:

- Earnings Any of the Four Quarters After;
- Found in CA, Zero Earnings All Four Quarters After; and,
- Not Found in CA After.

**Table III-7** presents the earnings for all four before program participation groups, and for the Earnings All Four Quarters After set only. The reason for presenting these after measures on separate tables is that the full cohort is found in the first three sets, while the Earnings All Four Quarters After set is a subset of the Earnings Any of the Four Quarters After set.

**Table III-6** shows that within the CTB cohort, 67.5 percent had earnings greater than or equal to the minimum wage, and 29.4 percent had earnings less than the minimum wage before program participation. The remainder either had zero earnings, or were not found. While persons with zero earnings before program participation had the largest increase in earnings as well as the largest after program earnings (\$16,675), the largest segment of the CTB cohort, persons with earnings greater than minimum wage before program participation, showed a *decline* in earnings of \$4,941.

### TABLE III-6 MEASURE 3 EARNINGS<sup>4</sup>: BEFORE AND FIRST YEAR AFTER PROGRAM PARTICIPATION 1996-97 CTB COHORT

BEFORE	C	ГВ		F	IRST YEA	R AFTER	R PROGR	RAM PAR	TICIPAT	TION SETS	3			
PROGRAM	СОН	ORT	Earnin	gs Any of t	he Four Q	uarters	Found	d in CA, Z	ero Earn	ings all	Not Fo	ound in		
PARTICIPATION							Four Quarters					CA		
GROUP	Number	Percent	Number	Median Earnings Before	Median Earnings First Year After	Median Change	Number	Median Earnings Before	Median Earnings First Year After	Median Change	Number	Median Earnings Before		
Earnings Greater Than or Equal to Annual Minimum Wage	14,602	67.5%	12,775	\$19,522	\$15,114	-\$4,941	645	\$19,368	\$0	-\$19,368	1,182	\$21,387		
Earnings Less than Annual Minimum Wage	6,353	29.4%	5,544	\$5,044	\$9,217	\$4,192	326	\$4,707	\$0	-\$4,707	483	\$4,910		
Found in CA, Zero Earnings	520	2.4%	402	\$0	\$16,675	\$16,675	29	\$0	\$0		89	\$0		
Not Found in CA	157	0.01%	67		\$12,003		11		\$0		79			
TOTAL:	21,632		18,788				1,011				1,833			
			COM	<b>IPARISON</b>	(ANNUA	L) EARN	ING RAT	ES						
Average Manufacturer	's Wage <sup>5</sup>						\$27	,818						
Minimum Wage 6		\$10,330												
Poverty Line (Three-p	erson fami	ily) <sup>7</sup>		\$12,854										
Poverty Line (One-per	son family	/) <sup>8</sup>					\$7,	608						

<sup>4</sup> All earnings are annual and adjusted to 1995 constant dollars to provide comparison across years, using California Department of Finance Consumer Price

<sup>&</sup>lt;sup>5</sup> Average weekly earnings for total manufacturing in California, multiplied by 52 weeks and adjusted to 1995 constant dollars. Source: U.S. Bureau of Labor Statistics

<sup>&</sup>lt;sup>6</sup> Minimum hourly wage, multiplied by 2080 hours and adjusted to 1995 constant dollars. Source: California Department of Industrial Relations.

<sup>&</sup>lt;sup>7</sup> Federal poverty guideline for a three-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

<sup>&</sup>lt;sup>8</sup> Federal poverty guideline for a one-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

The change in earnings from before to after program participation was larger for the set of participants found with earnings all four quarters the <u>first</u> year after program participation, as might be expected. **Table III-7** indicates that persons with earnings greater than minimum wage before, and employed all four quarters after program participation, had a median earnings *decline* of \$1,012. Persons who had earnings greater than minimum wage before, but earnings any of the four quarters after program participation, had a median earnings *decline* of \$4,941 (shown in Table III-6).

## TABLE III-7 MEASURE 3 EARNINGS<sup>9</sup>: BEFORE AND FIRST YEAR AFTER PROGRAM PARTICIPATION FOR EARNINGS ALL FOUR QUARTERS AFTER SET ONLY 1996-97 CTB COHORT

BEFORE PROGRAM PARTICIPATION GROUP			LL FOUR QUAR' RAM PARTICIPA					
	Number	Median Earnings	Median	Median Change				
		Before	Earnings After					
Earnings Greater Than or Equal to	8,501	\$19,700	\$18,896	-\$1,012				
Annual Minimum Wage		·		. ,				
Earnings Less than Annual Minimum	3,151	\$5,190	\$13,205	\$8,216				
Wage								
Found in CA, Zero Earnings	221	\$0	\$16,675	\$16,675				
Not Found in CA	33		\$19,681					
	COMPARIS	ON EARNING RAT	ES					
Average Manufacturer's Wage <sup>10</sup>			\$27,818					
Minimum Wage <sup>11</sup>			\$10,330					
Poverty Line (Three-person family) <sup>12</sup> \$12,854								
Poverty Line (One-person family) <sup>13</sup>			\$7,608					

#### **Measure 4 Earnings: First and Second Year After Program Participation**

For this second year of the PBA system, Measure 4 examined earnings change from the <u>first</u> to the second year after program participation for the 1995-96 cohort.

As was defined earlier in the Measure 3 discussion, the entire 1995-96 cohort was divided into four before program participation groups (based on labor market experience and found status), and four after program participation sets. Measure 4 was based on the change in earnings from

<sup>&</sup>lt;sup>9</sup> All earnings are annual and adjusted to 1995 constant dollars to provide comparison across years, using California Department of Finance Consumer Price Index.

<sup>&</sup>lt;sup>10</sup> Average weekly earnings for total manufacturing in California, multiplied by 52 weeks and adjusted to 1995 constant dollars. Source: U.S. Bureau of Labor Statistics

<sup>&</sup>lt;sup>11</sup> Minimum hourly wage, multiplied by 2080 hours and adjusted to 1995 constant dollars. Source: California Department of Industrial Relations.

<sup>&</sup>lt;sup>12</sup> Federal poverty guideline for a three-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

<sup>&</sup>lt;sup>13</sup> Federal poverty guideline for a one-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

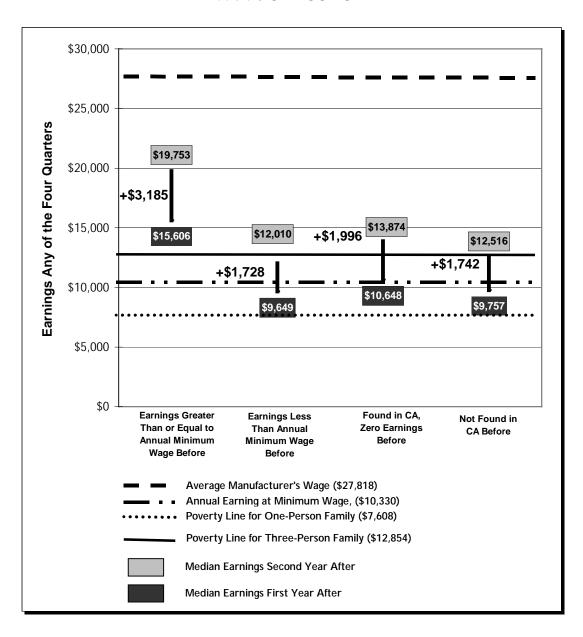
the <u>first</u> year after program participation (+Q1 through +Q4) to the <u>second</u> year after program participation (+Q5 through +Q8).

**Figure III-4** presents a summary of Measure 4, focusing on the change in Earnings Any of the Four Quarters from the <u>first</u> year to the <u>second</u> year after program participation for the following four groups:

- Earnings Greater Than or Equal to Annual Minimum Wage Before;
- Earnings Less Than Annual Minimum Wage Before;
- Found in CA, Zero Earnings Before; and,
- Not Found in CA Before.

As shown, the 1995-96 cohort earned more in the <u>second</u> year after program participation, as evidenced by the positive median change in earnings from the First Year After to the Second Year After.

FIGURE III-4
MEASURE 4 EARNINGS<sup>14</sup>: FIRST AND SECOND YEAR AFTER PROGRAM
PARTICIPATION
1995-96 CTB COHORT



<sup>&</sup>lt;sup>14</sup> All earnings are annual and adjusted to 1995 constant dollars to provide comparison across years, using California Department of Finance Consumer Price Index.

Similar to Measure 3, Measure 4 Earnings results are presented in two separate sets of tables. **Table III-8** presents the median earnings before program participation, as well as the median earnings in the <u>first</u> and <u>second</u> years after program participation for all four before program participation groups, and for the following three after program participation sets:

- Earnings Any of the Four Quarters After;
- Found in CA, Zero Earnings All Four Quarters After; and,
- Not Found in CA After.

**Table III-9** presents the earnings for all four before program participation groups, and for the Earnings All Four Quarters After set only. The reason for presenting these after measures on separate tables is that the full program cohort is found in the first three sets, while the Earnings All Four Quarters After set is a subset of the Earnings Any of the Four Quarters After set.

As shown in **Table III-8**, those members of the CTB cohort who were found with Earnings Any of the Four Quarters After, the median change in earnings from the <u>first</u> to the <u>second</u> year after program participation ranged from \$1,728 to \$3,185.

### TABLE III-8 MEASURE 4 EARNINGS<sup>15</sup>: FIRST TO SECOND YEAR AFTER PROGRAM PARTICIPATION 1995-96 CTB COHORT

BEFORE	CT				FIRST YEAR AFTER PROGRAM PARTICIPATION SETS										
PROGRAM PARTICIPA-	СОН	ORT	E	arnings An	y of the Fo					o Earnings			No	t Found in	CA
TION GROUP	Number	Percent	Number	Median Earnings Before	Median Earnings First Year After	Median Earnings Second Year After	Median Change Second to First Year	Number	Median Earnings Before	Median Earnings First Year After	Median Earnings Second Year After	Median Change Second to First Year	Number	Median Earnings Before	Median Earnings Second Year After
Earnings Greater Than or Equal to Annual Minimum Wage	14,534	66.1%	12,673	\$20,224	\$15,606	\$19,753	\$3,185	436	\$19,823	\$0	\$0		1,425	\$22,408	\$0
Earnings Less than Annual Minimum Wage	6,562	29.9%	5,685	\$4,967	\$9,649	\$12,010	\$1,728	260	\$4,451	\$0	\$0		617	\$4,924	\$0
Found in CA, Zero Earnings	792	3.6%	553	\$0	\$10,648	\$13,874	\$1,996	32			\$0		207		\$0
Not Found in CA	92	0.004 %	70		\$9,757	\$12,516	\$1,742	5			\$0		17		\$0
TOTAL:	21,980		18,981					733					2,266		
						COMPAR									
		- 12				First		er (1996-9	7)		Se	cond Yea		997-98)	
Average Manu		Wage				\$27,305							27,818		
Minimum Wag			10			\$9,744					\$10,330				
Poverty Line (	Three-per	son famil	y) <sup>18</sup>				\$12,8				\$12,854				
Poverty Line (	One-perso	on family)	)19				\$7,63	33				\$	57,608		

<sup>&</sup>lt;sup>15</sup> All earnings are annual and adjusted to 1995 constant dollars to provide comparison across years, using California Department of Finance Consumer Price Index.

<sup>&</sup>lt;sup>16</sup> Average weekly earnings for total manufacturing in California, multiplied by 52 weeks and adjusted to 1995 constant dollars. Source: U.S. Bureau of Labor Statistics

<sup>&</sup>lt;sup>17</sup> Minimum hourly wage, multiplied by 2080 hours and adjusted to 1995 constant dollars. Source: California Department of Industrial Relations.

<sup>18</sup> Federal poverty guideline for a three-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

<sup>&</sup>lt;sup>19</sup> Federal poverty guideline for a one-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

Participants who were found with Earnings All Four Quarters both the <u>first</u> and the <u>second</u> year after program participation had a median change in earnings that ranged from -\$277 to \$2,774 (**Table III-9**).

# TABLE III-9 MEASURE 4 EARNINGS<sup>20</sup>: FIRST AND SECOND YEAR AFTER PROGRAM PARTICIPATION FOR EARNINGS ALL FOUR QUARTERS AFTER SET ONLY 1995-96 CTB COHORT

BEFORE PROGRAM PARTICIPATION GROUP				NINGS ALL FOU FTER PROGRA		ARTERS RTICPATION SET			
	Number		Median Earnings Before	Median Earni First Year Aft	0	Median Earnings Second Year After	Median Change Second to First Year		
Earnings Greater Than or Equal to Annual Minimum Wage	8,	562	\$20,407	7 \$19,389		\$22,538	\$2,774		
Earnings Less than Annual Minimum Wage	3,421		\$5,145	\$13,	565	\$15,256	\$1,657		
Found in CA, Zero Earnings		292	\$0	\$15,	606	\$18,022	\$1,956		
Not Found in CA		38		\$16,89		\$16,350	-\$277		
	(	COM	PARISON EAR	NING RATE	S				
		F	First Year After	(1996-97)		Second Year Afte	er (1997-98)		
Average Manufacturer's Wa	ge <sup>21</sup>		\$27,305			\$27,818			
Minimum Wage <sup>22</sup>			\$9,744			\$10,330			
Poverty Line (Three-person	family) <sup>23</sup>		\$12,801		\$12,854				
Poverty Line (One-person fa			\$7,633		\$7,608				

#### Measure 5: Change in Unemployment Insurance (UI) Status

The purpose of this measure was to examine the impact of workforce preparation programs on persons who were receiving California Unemployment Insurance (UI) before program participation. In this report, the CTB program cohort was divided into two before program participation groups and two after program participation groups. Both groups were defined based on whether they had or had not received CA UI payments at any time in the year before or after program participation.

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<sup>&</sup>lt;sup>20</sup> All earnings are annual and adjusted to 1995 constant dollars to provide comparison across years, using California Department of Finance Consumer Price Index.

<sup>&</sup>lt;sup>21</sup> Average weekly earnings for total manufacturing in California, multiplied by 52 weeks and adjusted to 1995 constant dollars. Source: U.S. Bureau of Labor Statistics

<sup>&</sup>lt;sup>22</sup> Minimum hourly wage, multiplied by 2080 hours and adjusted to 1995 constant dollars. Source: California Department of Industrial Relations.

<sup>&</sup>lt;sup>23</sup> Federal poverty guideline for a three-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

<sup>&</sup>lt;sup>24</sup> Federal poverty guideline for a one-person family, adjusted to 1995 constant dollars. Source: U.S. Department of Health and Human Services.

**Figure III-5** and **Table III-10** illustrate that there were fewer total members of the California Training Benefits cohort receiving California UI after program participation (40.0 percent) than were receiving California UI before program participation (73.2 percent).

FIGURE III-5 MEASURE 5: CHANGE IN UI STATUS BEFORE AND FIRST YEAR AFTER PROGRAM PARTICIPATION 1996-97 CTB COHORT

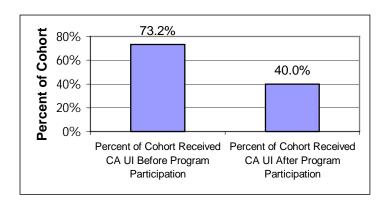


TABLE III-10 MEASURE 5: CHANGE IN UI STATUS 1996-97 CTB COHORT

BEFORE PROGRAM PARTICIPATION STATUS			AFTER PROGRAM PARTICIPATION STATUS			
		Received CA UI		Did Not Receive CA UI		
	Number	Percent	Number	Percent	Number	Percent
Received CA UI	15,834	73.2%	6,188	39.1%	9,646	60.9%
Did Not Receive CA UI	5,798	26.8%	2,462	42.5%	3,336	57.5%
Total	21,632		8,650	40.0%	12,982	60.0%

The 6,188 members of the CTB cohort who received California UI both before and after program participation had a reduction of 4.1 in the annual average number of weeks of California UI received, as shown in **Table III-11**.

TABLE III-11
MEASURE 5: CHANGE IN WEEKS OF UI RECEIVED BEFORE AND AFTER
PROGRAM PARTICIPATION<sup>25</sup>
1996-97 CTB COHORT

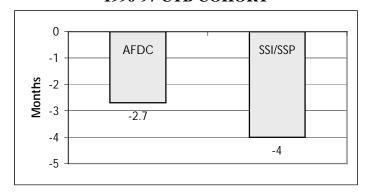
BEFORE PROGRAM PARTICIPATION STATUS		RECEIVED CA UI AFTER PROGRAM PARTICIPATION	Change in Annual Average Number of Weeks of CA UI	
	Annual Average Number of Weeks of CA UI	Annual Average Number of Weeks of CA UI		
Received CA UI	15.9	11.7	-4.1	
Did Not Receive CA UI		10.3	+10.3	

#### **Measure 6: Change in Status from Tax Receiver to Tax Payer**

This measure was calculated for those members of the CTB program cohort who received Aid to Families with Dependent Children (AFDC), or Supplemental Security Income/State Supplementary Payments (SSI/SSP), in the 12 months before program participation.

**Figure III-6** summarizes the change in number of months of AFDC and SSI/SSP from before to the first year after program participation for the 1996-97 cohort.

FIGURE III-6 MEASURE 6: CHANGE IN MONTHS OF BENEFITS RECEIVED BEFORE AND FIRST YEAR AFTER PROGRAM PARTICIPATION 1996-97 CTB COHORT



<sup>25</sup> The California Unemployment Insurance (UI) and Base Wage databases do not include federal employees, self-employed individuals, certain public officials, some family and household domestic workers, workers while on strike, or persons not in the workforce.

The change in number of months of AFDC and SSI/SSP from before to the first year after program participation for both the 1995-96 and 1996-97 CTB cohorts are presented in **Table III-12**. For both cohorts, there was a reduction in the number of months of AFDC after program participation and in the number of months of SSI/SSP from before to after.

TABLE III-12
MEASURE 6: AVERAGE MONTHS OF RECEIVING PUBLIC BENEFITS
BEFORE AND AFTER PROGRAM PARTICIPATION

	1995-96 C'	TB Cohort	1996-97 CTB Cohort	
Months	AFDC	SSI/SSP	AFDC	SSI/SSP
	(n=949)	(n=28)	(n=1,106)	(n=29)
Average Months Receiving Benefit Before	7.8	10.0	7.6	10.6
Program Participation				
Average Months Receiving Benefit After	5.5	9.0	4.9	6.6
Program Participation				
Change in Annual Average Months	-2.3	-1.0	-2.7	-4.0

#### E. DETAILED TABLES

On the following pages are the detailed summary tables of the PBA system performance measures for each of the population subgroups submitted by the CTB program. The standard data tables are presented in the following order:

1996-97 CTB Cohort: Measures 1, 3, 5, and 6 1995-96 CTB Cohort: Measures 2 and 4

Accompanying this report are the detailed tables of the performance measures for the CTB cohort by demographic characteristic. All CTB data are reported at the state agency level only, since there were no reporting districts or other sub-state organization identified. The standard data tables may be accessed on California's Workforce Investment website: www.calwia.org.

Please note that in the computer generated tables, asterisks (\*\*) are used to denote suppressed data when there were four, three, two, one or zero employment data points in a given cell.

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